NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

such part of the leased premises.

## PAID UP OIL AND GAS LEASE (No Surface Use)

THIS LEASE AGREEMENT is made this day of	March , 2009, by and between	
Christing Garcia, a Single pe		
whose addresss is 33 16 Moner 14 Street For and, DALE PROPERTY SERVICES, L.L.C., 2100 Rols Avenue, Suite 1870 Dall hereinabove named as Lessee, but all other provisions (including the completion of	as Les Texas 75201, as Lessee. All printed portions of this lease were prepared by the	e party
OUT OF THE GLEE PARK  FORT WORTH , TARRANT COLIN VOLUME 388-V , PAGE , 710		Y OF IDED
reversion, prescription or otherwise), for the purpose of exploring for, developing, substances produced in association therewith (including geophysical/seismic opcommercial gases, as well as hydrocarbon gases. In addition to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now or hereafter owned by Lessor which are contiguous or adjacent to the above-described now of the above-described now	acres, more or less (including any interests therein which Lessor may hereafter acquire producing and marketing oil and gas, along with all hydrocarbon and non hydroca creations). The term "gas" as used herein includes helium, carbon dioxide and code leased premises, this lease also covers accretions and any small strips or parce love-described leased premises, and, in consideration of the aforementioned cash becoments for a more complete or accurate description of the land so covered. For the purches above specified shall be deemed correct, whether actually more or less.	carbon d other cels of bonus,
	for a primary term of $\underbrace{F_1 v \mathcal{C}}_{}$ ( $\underbrace{5}_{}$ )years from the date hereof, an paying quantities from the leased premises or from lands pooled therewith or this lea	
separated at Lessee's separator facilities, the royalty shall be Lessor at the wellhead or to Lessor's credit at the oil purchaser's transportation factor the wellhead market price then prevailing in the same field (or if there is no such prevailing price) for production of similar grade and gravity; (b) for gas (included for included for including included for including included for including included for including inc	er shall be paid by Lessee to Lessor as follows: (a) For oil and other liquid hydrocare (1967) of such production, to be delivered at Lessee's optic dilities, provided that Lessee shall have the continuing right to purchase such production price then prevailing in the same field, then in the nearest field in which there is subling casing head gas) and all other substances covered hereby, the royalty shall essee from the sale thereof, less a proportionate part of ad valorem taxes and productions are proportionated part of ad valorem taxes and productions are provided for production of similar quality in the same field (or if there is no such prevailing price) pursuant to comparable purchase contracts entered into on the substander, and (c) if at the end of the primary term or any time thereafter one or more well gas or other substances covered hereby in paying quantities or such wells are waiting there from is not being sold by Lessee, such well or wells shall nevertheless be deem covered by this lease, such payment to be made to Lessor or to Lessor's credit in after on or before each anniversary of the end of said 90-day period while the well or this lease is otherwise being maintained by operations, or if production is being soil, no shut-in royalty shall be due until the end of the 90-day period while the well or this lease liable for the amount due, but shall not operate to terminate this lease. Lessor or to Lessor's credit in at lessor's address above, or its successors, which whership of said land. All payments or tenders may be made in currency, or by check to use the succeeded by another institution, or for any reason fail or refuse to accordable instrument naming another institution, or for any reason fail or refuse to accordable instrument naming another institution, or for any reason fail or refuse to accordable instrument naming another institution, or for any reason fail or refuse to accordable instrument naming another institution, or for any reason fail or refuse to accordable instrument naming an	otion to totion at such a hall be luction, he shall the price ame or rells on ting on med to n is not t in the or wells sold by ssation asse. The shall k or by the last accept ents. I leased ndaries it shall duction n. If at y other ed with after as eaunder, stances ect the
6. Lessee shall have the right but not the obligation to pool all or any part of depths or zones, and as to any or all substances covered by this lease, either be proper to do so in order to prudently develop or operate the leased premises, whether unit formed by such pooling for an oil well which is not a horizontal completion shall not exceed 640 acres plus a maximum acreage tolerance completion to conform to any well spacing or density pattern that may be prescribe of the foregoing, the terms "oil well" and "gas well" shall have the meanings prescribed, "oil well" means a well with an initial gas-oil ratio of less than 100,000 creet or more per barrel, based on 24-hour production test conducted under not equipment; and the term "horizontal completion" means an oil well in which the equipment; and the term "horizontal completion" means an oil well in which the homponent thereof. In exercising its pooling rights hereunder, Lessee shall file of Production, drilling or reworking operations anywhere on a unit which includes a reworking operations on the leased premises, except that the production on which net acreage covered by this lease and included in the unit bears to the total gross Lessee. Pooling in one or more instances shall not exhaust Lessee's pooling right unit formed hereunder by expansion or contraction or both, either before or after prescribed or permitted by the governmental authority having jurisdiction, or to comaking such a revision, Lessee shall file of record a written declaration describing leased premises is included in or excluded from the unit by virtue of such revision, be adjusted accordingly. In the absence of production in paying quantities from a una written declaration describing the unit and stating the date of termination. Pooling 7. If Lessor owns less than the full mineral estate in all or any part of the lease.	If the leased premises or interest therein with any other lands or interests, as to any fore or after the commencement of production, whenever Lessee deems it necessaler or not similar pooling authority exists with respect to such other lands or interests. If not exceed 80 acres plus a maximum acreage tolerance of 10%, and for a gas well e of 10%; provided that a larger unit may be formed for an oil well or gas well or horized or permitted by any governmental authority having jurisdiction to do so. For the purified by applicable law or the appropriate governmental authority, or, if no definition ubic feet per barrel and "gas well" means a well with an initial gas-oil ratio of 100,000 amal producing conditions using standard lease separator facilities or equivalent te horizontal component of the gross completion interval in facilities or equivalent te horizontal component of the gross completion interval in facilities or equivalent te production describing the unit and stating the effective date of post or any part of the leased premises shall be treated as if it were production, drilling acreage in the unit, but only to the extent such proportion of unit production which is acreage in the unit, but only to the extent such proportion of unit production is so shereunder, and Lessee shall have the recurring right but not the obligation to revise commencement of production, in order to conform to the well spacing or density partform to any productive acreage determination made by such governmental authority the proportion of unit production on which royalties are payable hereunder shall there in the proportion of unit production on which royalties are payable hereunder shall there here on the proportion of unit production on which royalties are payable hereunder shall there here proportion of the transition of the proportion of unit production on which royalties are payable hereunder shall there where the proportion of unit production are the proportion of the proportion of the proportion of the proportion of the p	sary or s. The ell or a rizontal urpose in is so 0 cubic testing testing vertical cooling. Iling or eich the sold by ise any pattern rity. In a of the ereafter record my part

of the leased premises or lands pooled therewith shall be reduced to the proportion that Lessor's interest in such part of the leased premises bears to the full mineral estate in

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferee to satisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of

the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced

in accordance with the net acreage interest retained hereunder

in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery. Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove.

11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws,

having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof.

Lessee shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted.

12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease and covering all or a portion of the land described herein, with the lease becoming effective upon expiration of this lease, Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offeror, the price offered and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer.

13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereunder, for a period of at least 90 days after Lessor has given Lessee.

written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable

time after said judicial determination to remedy the breach or default and Lessee fails to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or

other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.

16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other operations

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's

heirs, devisees, executors, administrators, successors and assigns, whethe	r or not this leas	e has been executed by all parties hereinabove named as Lessor.
By: Christina Garda		By:
	ACKNOWLED	
MARIA MUNOZ PADILLA Notary Public, State of Texas My Commission Expires October 05, 2011		Marca My Paclilla  Notary Public, State of TX  Notary's name (printed):  Notary's commission expires:
STATE OF COUNTY OF This instrument was acknowledged before me on the by:	day of	, 2009,
		Notary Public, State of

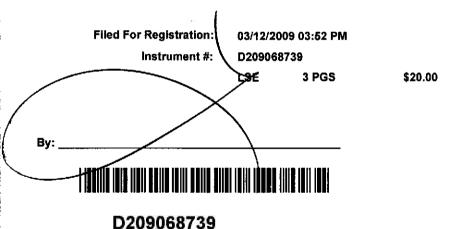


DALE PROPERTY SERVICES
ATTN: ANN VANDENBERG
2100 ROSS AVE, STE 1870, LB-9
DALLAS TX 75201

Submitter: DALE RESOURCES LLC

## SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

## <u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.



ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE
OF THE DESCRIBED REAL PROPERTY RECAUSE OF COLOR OR

OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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